

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0288-01
Bill No.: HB 62
Subject: Education, Higher; Higher Education Department
Type: Original
Date: January 29, 2003

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 |
| General Revenue * | Unknown | Unknown | Unknown |
| | | | |
| Total Estimated Net Effect on General Revenue Fund | Unknown | Unknown | Unknown |

* could exceed \$100,000 per year.

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 |
| Lottery Proceeds * | Unknown | Unknown | Unknown |
| | | | |
| Total Estimated Net Effect on Other State Funds | Unknown | Unknown | Unknown |

* could exceed \$100,000 per year.

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education** assume this proposal would result in unknown savings to the General Revenue Fund and the Lottery Proceeds Fund through reductions in reimbursements of tuition, books, and fees for A+ students. Elimination of as few as 50 students from the program would result in savings over \$100,000 per year.

Officials from the **Coordinating Board for Higher Education**, the **University of Missouri**, and the **St. Louis Community College System** assume this proposal would have no impact on their organizations.

Oversight assumes this proposal would be implemented for the school year beginning in September 2003 and would affect reimbursements for that school year which would be paid in FY 2004. Oversight also assumes this proposal would not result in savings to local school districts.

ASSUMPTION (continued)

Officials from the **Office of the Secretary of State (SOS)** assume this bill adds the requirement of U.S. citizenship for participation in the A+ Schools Program. The state board of education is required to promulgate rules and regulations to implement this legislation. Those rules will be published in both the Missouri Register and the Code of State Regulations. Based on experience with other divisions, the rules, regulations and forms issued by the state board of education could require as many as 6 pages in the Code of State Regulations. For any given rule, roughly half again as many pages are published in the Missouri Register as in the Code because cost statements, fiscal notes and the like are not repeated in the Code. The estimated cost of a page in the Missouri Register is \$23.00, and the estimated cost of a page in the Code of State Regulations is \$27.00. $((6 \times \$27 = \$162) + (9 \times \$23 = \$207) = \$369)$

The impact of this legislation in future years is unknown and depends upon the frequency and length of rules filed, amended, rescinded or withdrawn.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

| <u>FISCAL IMPACT - State Government</u> | FY 2004 (10 Mo.) | FY 2005 | FY 2006 |
|--|-----------------------|-----------------------|-----------------------|
| GENERAL REVENUE FUND | | | |
| <u>Cost Savings</u> | | | |
| Reduction in A+ reimbursements | Unknown | Unknown | Unknown |
| NET EFFECT ON GENERAL REVENUE FUND | <u>Unknown</u> | <u>Unknown</u> | <u>Unknown</u> |
| LOTTERY PROCEEDS FUND | | | |
| <u>Cost Savings</u> | | | |
| Reduction in A+ reimbursements | Unknown | Unknown | Unknown |
| NET EFFECT ON LOTTERY PROCEEDS FUND | <u>Unknown</u> | <u>Unknown</u> | <u>Unknown</u> |

FISCAL IMPACT - Local Government

FY 2004
(10 Mo.)

FY 2005

FY 2006

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal would add the requirement of U.S. citizenship for participation in the A+ Schools Program.

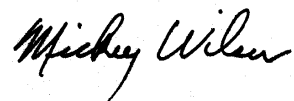
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Coordinating Board for Higher Education
University of Missouri
Office of the Secretary of State
St. Louis Community College System

NOT RESPONDING

Moberly Area Community College
Metropolitan Community Colleges
Three Rivers Community College



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Director
January 29, 2003